NOTICE OF CONFIDENTIALITY RIGHTS: IF YOU ARE A NATURAL PERSON, YOU MAY REMOVE OR STRIKE ANY OR ALL OF THE FOLLOWING INFORMATION FROM ANY INSTRUMENT THAT TRANSFERS AN INTEREST IN REAL PROPERTY BEFORE IT IS FILED FOR RECORD IN THE PUBLIC RECORDS: YOUR SOCIAL SECURITY NUMBER OR YOUR DRIVER'S LICENSE NUMBER.

Producers 88 (4-89) — Paid Up With 640 Acres Pooling Provision STANDARD LEASE v.5

## TO A TO A TO CASTE ASE

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1			No Su	rface I	Jse)	
	THIS LEASE AGREEMENT is made this	22.00	-	March		_, 2010, by and between
	Benny Earl Johnson an	<i>n (</i> '	Joyce	Marie	Johnson	
v a	whose addresss is 63// F6/es7	Kno// Ross Avenue, St	<i>Tra, I,</i> uite 1870 Da	las Texas 7520	1, as Lessee. All printed p	as Lessor, nortions of this lease were prepared by the party sor and Lessee.  as and lets exclusively to Lessee the following
	ACRES OF LAND, MORE ( OUT OF THE Two, n Oak  Fort Worth IN VOLUME 388-C, P.	OR LESS, BEI S, TAR GE9 3	ING LOT(S RRANT CC	OUNTY, TEXA OF THE F	ADDITIONS, ACCORDING TO PLAT RECORDS OF	, BLOCK, ON, AN ADDITION TO THE CITY OF THAT CERTAIN PLAT RECORDED TARRANT COUNTY, TEXAS.
	in the County of <u>Tarrant</u> , State of TEXAS, contreversion, prescription or otherwise), for the purp substances produced in association therewith (is commercial gases, as well as hydrocarbon gases land now or hereafter owned by Lessor which are Lessor agrees to execute at Lessee's request any of determining the amount of any shut-in royalties	ose of exploring and of the continuity of the contiguous or addition to the contiguous or additional or supphereunder, the nu	for, developing sical/seismic ne above-des ljacent to the olemental instanter of gross	ng, producing an operations). The cribed leased preabove-described ruments for a mos acres above specific products.	d marketing oil and gas, a e term "gas" as used her emises, this lease also covu- leased premises, and, in our re complete or accurate des ecified shall be deemed cor	ers accretions and any small strips or parcels of consideration of the aforementioned cash bonus, scription of the land so covered. For the purpose rrect, whether actually more or less.
	separated at Lessee's separator racilities, the lot Lessor at the wellhead or to Lessor's credit at the the wellhead market price then prevailing in the prevailing price) for production of similar grade well-read or other excise taxes and the costs in have the continuing right to purchase such production prevailing in the same field, then in the neal nearest preceding date as the date on which Less the leased premises or lands pooled therewith an hydraulic fracture stimulation, but such well or we be producing in paying quantities for the purpose being sold by Lessee, then Lessee shall pay shu depository designated below, on or before the er are shut-in or production there from is not being Lessee from another well or wells on the leased of such operations or production. Lessee's failure 4. All shut-in royalty payments under this 1 be Lessor's depository agent for receiving payment and such payments or tenders to Lessor or address known to Lessee shall constitute proper payment hereunder, Lessor shall, at Lessee's red. 5. Except as provided for in Paragraph 3. premises or lands pooled therewith, or if all prepursuant to the provisions of Paragraph 6 or the leased premises or lands pooled therewith the end of the primary term, or at any time the operations reasonably calculated to obtain or residuated to shall defill such additional wells on the leased shall defile shall defile and the same shall defile shall defile and the same shall defile and the same shall defile and the same sha	s covered hereby visions hereof. Les produced and yalty shall be of purchaser's treatment of the process of the process of the property of the depository payment. If the capable of the depository payment. If the capable of the depository payment. If the capable of the depository payment of the depository payment of the depository payment of the action of any the soperations for the depository payment for the action of any the action of any the property pays the action of the depository payment. If the capabove, if Lessee obtains for the depository payment of the action of any the action of any the property payment of the property payment. If the capable of the property payment of the action of the property payment. If the capable of the property payment is the payment of the property payment. If the capable of the property payment is the payment of the paym	saved hereu warmy frield here is no sub for gas (interest in object in delivering, ling wellhead in delivering, ling wellhead in there is such as purchases if reproducing one in or product is purchases. If for sold here is such as lease. If for sold here is lease. If for sold here is lease, if for delivering and the provided that pooled there have in the provided that pooled there is lease a proper of the provided in the provided that is lease a proper of the provided in th	nder shall be gaing a facilities, provide the processing or other	d by Lessee to Lessor as for the completion of such production of similar questions and the completion of similar questions and the completion of similar questions are sale thereof, less a proportion of similar questions and the production of similar questions are sale thereof, less a proportion of similar questions and the production of similar questions and the production of similar questions are substances covered hereby substances covered hereby substances covered hereby substances covered hereby this lease, such payment force each anniversary of the otherwise being maintained by this lease, such payment of the otherwise being maintained by this lease liable for the amount duessor's credit in at lessor and land. All payments or teas a stamped envelope addressor in the event this lease is for drilling an additional wellow such dry hole or within sained in force but Lessee in in force so long as any oction of oil or gas or other fler completion of a well call assonably prudent operator versions.	follows: (a) For oil and other liquiu hydrocarbons oroduction, to be delivered at Lessee's option to be continuing right to purchase such production at then in the nearest field in which there is such a abstances covered hereby, the royalty shall be ortionate part of ad valorem taxes and production, s or other substances, provided that Lessee shall uality in the same field (or if there is no such price a purchase contracts entered into on the same or y term or any time thereafter one or more wells on y in paying quantities or such wells are waiting on uch well or wells shall nevertheless be deemed to or wells are shut-in or production there from is not at to be made to Lessor or to Lessor's credit in the end of said 90-day period while the well or wells d by operations, or if production is being sold by end of the 90-day period next following cessation as, but shall not operate to terminate this lease. It is address above or its successors, which shall maders may be made in currency, or by check or by essed to the depository or to the Lessor at the last patterns.
	additional wells except as expressly provided he  6. Lessee shall have the right but not the depths or zones, and as to any or all substanc proper to do so in order to prudently develop or unit formed by such pooling for an oil well which horizontal completion shall not exceed 640 acre completion to conform to any well spacing or do of the foregoing, the terms "oil well" and "gas v prescribed, "oil well" means a well with an initial feet or more per barrel, based on 24-hour pr equipment; and the term "horizontal completio component thereof. In exercising its pooling n Production, drilling or reworking operations an reworking operations on the leased premises, net acreage covered by this lease and include Lessee. Pooling in one or more instances sha unit formed hereunder by expansion or contra	esin:  e obligation to pooles covered by the operate the lease is not a horizont is plus a maximum ensity pattern that well" shall have the gas-oil ratio of leading means an oil in means an oil in the unit bear the production test conduction test conduction test conduction test conduction test conduction in the unit bear the production or both, either conduction or co	ol all or any p is lease, eithi d premises, valid completion n acreage told may be presse e meanings p ss than 100,0 iducted under well in which included well in which included with included and included duction on w res to the total issee's pooling her before or	art of the leased er before or after whether or not sir a shall not exceed erance of 10%; pierance of 10%; pieribed or permitte prescribed by appi00 cubic feet per r normal product the horizontal confile of record a wild high and pierange in gross acreage in rights hereunde after commence	premises or interest thereise the commencement of promilar pooling authority exists at 80 acres plus a maximum rovided that a larger unit may be a maximum of the properties of the approprise barrel and "gas well" mear ing conditions using stand component of the gross component of the gross component of the gross component of the leased premises yalty is calculated shall be in the unit, but only to the gross of the unit, but only to the gross control of the leased premises yalty is calculated shall be in the unit, but only to the gross control of the lease shall have the ment of production, in order	n with any other lands or interests, as to any or all oduction, whenever Lessee deems it necessary of a with respect to such other lands or interests. This is acreage tolerance of 10%, and for a gas well or any be formed for an oil well or gas well or horizontal thority having jurisdiction to do so. For the purpose at egovernmental authority, or, if no definition is so as well with an initial gas-oil ratio of 100,000 cubic ard lease separator facilities or equivalent testin ompletion interval in facilities or equivalent testin pletion interval in the reservoir exceeds the vertice gother than the stand stating the effective date of pooling shall be treated as if it were production, drilling of that proportion of the total unit production which the extent such proportion of unit production to revise any ere to conform to the well spacing or density patter mination made by such governmental authority, we date of revision. To the extent any portion of the laboration shall thereafted.

making such a revision, Lessee shall file of record a written declaration describing the revised unit and stating the effective date of revision. To the extent any portion of leased premises is included in or excluded from the unit by virtue of such revision, the proportion of unit production on which royalties are payable hereunder shall thereafter be adjusted accordingly. In the absence of production in paying quantities from a unit, or upon permanent cessation thereof, Lessee may terminate the unit by filing of record a written declaration describing the unit and stating the date of termination. Pooling hereunder shall not constitute a cross-conveyance of interests.

7. If Lessor owns less than the full mineral estate in all or any part of the leased premises or lands pooled therewith shall be reduced to the proportion that Lessor's interest in such part of the leased premises bears to the full mineral estate in such part of the leased premises.

until Lessor has satisfied the notification requirements contained in Lessee's usual form of division order. In the event of the death of any person entitled to shut-in royalties until Lessor has satisfied the notification requirements contained in Lessee's usual form of division order. In the event of the death of any person entitled to shut-in royalties hereunder, Lessee may pay or tender such shut-in royalties to the credit of decedent or decedent's estate in the depository designated above. If at any time two or more persons are entitled to shut-in royalties hereunder, Lessee may pay or tender such shut-in royalties to such persons or to their credit in the depository, either jointly or separately in proportion to the interest which each owns. If Lessee transfers its interest hereunder in whole or in part Lessee shall be relieved of all obligations thereafter arising with respect to the transferred interest, and failure of the transferee to satisfy such obligations with respect to the transferred interest shall not affect the rights of Lessee with respect to any interest not so transferred. If Lessee transfers a full or undivided interest in all or any portion of the area covered by this lease, the obligation to pay or tender shut-in royalties hereunder shall be divided between Lessee and the transferee in proportion to the net acreage interest in this lease then held by each.

9. Lessee may, at any time and from time to time, deliver to Lessor or file of record a written release of this lease as to a full or undivided interest in all or any portion of the area covered by this lease or any depths or zones there under any shall thereupon be relieved of all obligations thereafter arising with respect to the interest so released.

- the area covered by this lease or any depths or zones there under, and shall thereupon be relieved of all obligations thereafter arising with respect to the interest so released. If Lessee releases all or an undivided interest in less than all of the area covered hereby, Lessee's obligation to pay or tender shut-in royalties shall be proportionately reduced in accordance with the net acreage interest retained hereunder.
- in accordance with the net acreage interest retained hereunder.

  10. In exploring for, developing, producing and marketing oil, gas and other substances covered hereby on the leased premises or lands pooled or unitized herewith, in primary and/or enhanced recovery, Lessee shall have the right of ingress and egress along with the right to conduct such operations on the leased premises as may be reasonably necessary for such purposes, including but not limited to geophysical operations, the drilling of wells, and the construction and use of roads, canals, pipelines, tanks, water wells, disposal wells, injection wells, pits, electric and telephone lines, power stations, and other facilities deemed necessary by Lessee to discover, produce, store, treat and/or transport production. Lessee may use in such operations, free of cost, any oil, gas, water and/or other substances produced on the leased premises, except water from Lessor's wells or ponds. In exploring, developing, producing or marketing from the leased premises or lands pooled therewith, the ancillary rights granted herein shall apply (a) to the entire leased premises described in Paragraph 1 above, notwithstanding any partial release or other partial termination of this lease; and (b) to any other lands in which Lessor now or hereafter has authority to grant such rights in the vicinity of the leased premises or lands pooled therewith. When requested by Lessor in writing, Lessee shall bury its pipelines below ordinary plow depth on cultivated lands. No well shall be located less than 200 feet from any house or barn now on the leased premises or other lands used by Lessee hereunder, without Lessor's consent, and Lessee shall pay for damage caused by its operations to buildings and other improvements
- writing, Lessee shall bury its pipelines below ordinary plow depth on cultivated lands. No well shall be located less than 200 feet from any house or barn now on the leased premises or other lands used by Lessee hereunder, without Lessor's consent, and Lessee shall pay for damage caused by its operations to buildings and other improvements now on the leased premises or such other lands, and to commercial timber and growing crops thereon. Lessee shall have the right at any time to remove its fixtures, equipment and materials, including well casing, from the leased premises or such other lands during the term of this lease or within a reasonable time thereafter.

  11. Lessee's obligations under this lease, whether express or implied, shall be subject to all applicable laws, rules, regulations and orders of any governmental authority having jurisdiction including restrictions on the drilling and production of wells, and the price of oil, gas, and other substances covered hereby. When drilling, reworking, production or other operations are prevented or delayed by such laws, rules, regulations or orders, or by inability to obtain necessary permits, equipment, services, material, water, electricity, fuel, access or easements, or by fire, flood, adverse weather conditions, war, sabotage, rebellion, insurrection, riot, strike or labor disputes, or by inability to obtain a satisfactory market for production or failure of purchasers or carriers to take or transport such production, or by any other cause not reasonably within Lessee's control, this lease shall not terminate because of such prevention or delay, and at Lessee's option, the period of such prevention or delay shall be added to the term hereof. Lessee shall not be liable for breach of any express or implied covenants of this lease when drilling, production or other operations are so prevented, delayed or interrupted.

  12. In the event that Lessor, during the primary term of this lease, receives a bona fide offer which Lessor is willing to accept from any party
- 12. In the event that Lessor, during the primary term of this lease, receives a bona fide offer which Lessor is willing to accept from any party offering to purchase from Lessor a lease covering any or all of the substances covered by this lease and covering all or a portion of the land described herein, with the lease becoming effective upon expiration of this lease, Lessor hereby agrees to notify Lessee in writing of said offer immediately, including in the notice the name and address of the offeror, the price offered and all other pertinent terms and conditions of the offer. Lessee, for a period of fifteen days after receipt of the notice, shall have the prior and preferred right and option to purchase the lease or part thereof or interest therein, covered by the offer at the price and according to the terms and conditions specified in the offer.
- 13. No litigation shall be initiated by Lessor with respect to any breach or default by Lessee hereunder, for a period of at least 90 days after Lessor has given Lessee written notice fully describing the breach or default, and then only if Lessee fails to remedy the breach or default, within such period. In the event the matter is litigated and there is a final judicial determination that a breach or default has occurred, this lease shall not be forfeited or canceled in whole or in part unless Lessee is given a reasonable
- time after said judicial determination to remedy the breach or default and Lessee fails to do so.

  14. For the same consideration recited above, Lessor hereby grants, assigns and conveys unto Lessee, its successors and assigns, a perpetual subsurface well bore easement under and through the leased premises for the placement of well bores (along routes selected by Lessee) from oil or gas wells the surface locations of which are situated on other tracts of land and which are not intended to develop the leased premises or lands pooled therewith and from which Lessor shall have no right to royalty or other benefit. Such subsurface well bore easements shall run with the land and survive any termination of this lease.
- 15. Lessor hereby warrants and agrees to defend title conveyed to Lessee hereunder, and agrees that Lessee at Lessee's option may pay and discharge any taxes, mortgages or liens existing, levied or assessed on or against the leased premises. If Lessee exercises such option, Lessee shall be subrogated to the rights of the party to whom payment is made, and, in addition to its other rights, may reimburse itself out of any royalties or shut-n royalties otherwise payable to Lessor hereunder. In the event Lessee is made aware of any claim inconsistent with Lessor's title, Lessee may suspend the payment of royalties and shut-in royalties hereunder, without interest, until Lessee has been furnished satisfactory evidence that such claim has been resolved.
- 16. Notwithstanding anything contained to the contrary in this lease, Lessee shall not have any rights to use the surface of the leased premises for drilling or other

17. This lease may be executed in counterparts, each of which is deemed an original and all of which only constitute one original.

DISCLAIMER OF REPRESENTATIONS: Lessor acknowledges that oil and gas lease payments, in the form of rental, bonus and royalty, are market sensitive and may vary depending on multiple factors and that this Lease is the product of good faith negotiations. Lessor understands that these lease payments and terms are final and that Lessor entered into this lease without dures or undue influence. Lessor recognizes that lease values could go up or down depending on market conditions. Lessor acknowledges that no representations or assurances were made in the negotiation of this lease that Lessor would get the highest price or different terms depending on future market conditions. Neither party to this lease will seek to alter the terms of this transaction based upon any differing terms which Lessee has or may negotiate with any other lessors/oil and gas owners.

IN WITNESS WHEREOF, this lease is executed to be effective as of the date first written above, but upon execution shall be binding on the signatory and the signatory's heirs, devisees, executors, administrators, successors and assigns, whether or not this lease has been executed by all parties hereinabove named as Les

LESSOR (WHETHER ONE OR MORE)

Senny Earl phuson

Marie Johnson

ACKNOWLEDGMENT

STATE OF Texas **COUNTY OF Tarrant** 

This instrument was acknowledged before me on the

day of March , 2010, by: Benny Earl Johnson

Mark A Niemann My Commission Expires 02/08/2012

Notary Public, State of 1045 Notary's name (printed): Notary's commission expires:

STATE OF TOUS COUNTY OF Tenna

This instrument was acknowledged before me on the 22 day of form, 2010, by: Joyce Marie Johnson

Mark A Niemann My Commission Expires 02/05/2012

Notary Public, State of 70005 Notary's name (printed): Notary's commission expires:

6232 Wanda La

## SUZANNE HENDERSON

**COUNTY CLERK** 



100 West Weatherford Fort Worth, TX 76196-0401

PHONE (817) 884-1195

DALE RESOURCES
ATTN; ANN VANDENBERG
2100 ROSS AVE STE 1870 LB-9
DALLAS, TX 75201

Submitter:

DALE RESOURCES LLC

## <u>DO NOT DESTROY</u> WARNING - THIS IS PART OF THE OFFICIAL RECORD.

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Filed For Registration:

3/30/2010 1:01 PM

Instrument #:

D210071697

LSE

PGS

\$20.00

By: Degan Henlew

D210071697

ANY PROVISION WHICH RESTRICTS THE SALE, RENTAL OR USE OF THE DESCRIBED REAL PROPERTY BECAUSE OF COLOR OR RACE IS INVALID AND UNENFORCEABLE UNDER FEDERAL LAW.

Prepared by: DNCLARK